

KING COUNTY, WASHINGTON  
GOVERNMENT-WIDE EXPENSES BY FUNCTION <sup>(a)</sup>  
LAST THREE FISCAL YEARS

FISCAL YEAR	GENERAL GOVERNMENT SERVICES	LAW, SAFETY & JUSTICE	PHYSICAL ENVIRONMENT	TRANSPORTATION	ECONOMIC ENVIRONMENT	MENTAL & PHYSICAL HEALTH	CULTURE & RECREATION	INTEREST ON LONG-TERM DEBT	AIRPORT	PUBLIC TRANSPORTATION	SOLID WASTE	WATER QUALITY	OTHER	TOTAL
2002	\$ 110,347,306	\$ 432,134,519	\$ 50,641,393	\$ 61,653,417	\$ 71,614,322	\$ 312,395,177	\$ 32,812,179	\$ 53,116,492	\$ 11,551,895	\$ 439,754,221	\$ 77,701,401	\$ 234,641,479	\$ 5,342,804	\$ 1,893,706,605
2003	112,467,161	457,883,202	51,622,353	62,885,117	78,758,617	322,776,692	35,619,462	45,979,564	11,353,422	453,875,458	77,183,678	226,919,143	6,197,201	1,943,521,070
2004	139,317,724	441,081,087	57,133,928	68,766,082	74,702,754	499,431,456	38,371,501	49,382,888	12,040,783	496,894,290	76,163,132	237,488,591	6,132,912	2,196,907,128

(a) Data for the previous seven years is not available.

KING COUNTY, WASHINGTON  
GOVERNMENT-WIDE REVENUES <sup>(a)</sup>  
LAST THREE FISCAL YEARS

FISCAL YEAR	PROGRAMS REVENUES			GENERAL REVENUES		
	CHARGES FOR SERVICES <sup>(b)</sup>	OPERATING GRANTS AND CONTRIBUTIONS <sup>(b)</sup>	CAPITAL GRANTS AND CONTRIBUTIONS	TAXES	UNRESTRICTED INVESTMENT EARNINGS	TOTAL
2002	\$ 865,466,198	\$ 204,415,952	\$ 135,180,114	\$ 858,820,687	\$ 56,389,516	\$ 2,120,272,467
2003	871,451,392	208,171,327	157,468,025	872,424,898	31,101,749	2,140,617,391
2004	889,751,727	218,047,389	188,488,749	943,350,779	28,132,238	2,267,770,882

(a) Data for the previous seven years is not available.

(b) Revenues reported as operating grants and contributions in the period 2002 and 2003 were reclassified to Charges for Services in 2004. The revenues in this table for 2002 and 2003 have been restated to reflect this reclassification.

KING COUNTY, WASHINGTON  
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION <sup>(a)</sup>  
LAST TEN FISCAL YEARS

FISCAL YEAR	GENERAL GOVERNMENT SERVICES	LAW, SAFETY & JUSTICE	PHYSICAL ENVIRONMENT	TRANSPORTATION	ECONOMIC ENVIRONMENT	MENTAL & PHYSICAL HEALTH	CULTURE & RECREATION	DEBT SERVICE	CAPITAL OUTLAY	TOTAL
1995	\$ 64,109,540	\$ 251,845,577	\$ 21,043,018	\$ 41,835,508	\$ 52,402,475	\$ 197,932,284	\$ 25,592,286	\$ 74,392,057	\$ 15,189,065	\$ 744,341,810
1996	69,776,924	276,521,781	23,731,459	44,849,809	53,567,723	217,003,714	24,627,764	144,844,023 <sup>(b)</sup>	10,553,359	865,476,556 <sup>(b)</sup>
1997	73,994,759	306,967,659	37,539,821	46,444,989	58,524,039	227,042,536	24,264,899	98,568,637	13,763,760	887,111,099
1998	92,252,966	327,982,260	37,742,763	46,858,392	60,418,071	245,712,268	27,003,590	101,157,117	13,939,986	953,067,413
1999	68,330,041	354,772,896	40,384,231	47,162,139	66,057,564	266,741,870	29,381,635	109,359,869	19,575,428	1,001,765,673
2000	77,639,069	367,912,868	39,685,756	49,868,286	64,073,077	275,676,778	32,343,019	101,995,065	21,779,086	1,030,973,004
2001	94,093,729	398,975,825	39,999,272	52,154,009	71,349,411	299,069,153	34,175,596	106,720,938	14,876,423	1,111,414,356
2002	74,690,714	419,765,977	38,474,388	54,230,994	70,683,790	306,732,099	30,341,259	105,212,048	10,118,788	1,110,250,057
2003	95,815,045	439,791,869	41,503,149	57,629,589	74,568,810	311,763,316	24,497,744	106,398,990	10,813,626	1,162,782,138
2004	92,844,784	423,495,650	41,522,111	61,493,699	72,733,381	331,711,123	27,064,678	110,901,692	7,279,282	1,169,046,400

(a) General governmental expenditures include expenditures of the General, Special Revenue, and Debt Service Funds only.  
Payments to refunded bond escrow agents and operating transfers out are excluded.

(b) Includes \$65,453,220 of expenditures for refinancing a bond anticipation note.

KING COUNTY, WASHINGTON  
GENERAL REVENUES BY SOURCE <sup>(a)</sup>

LAST TEN FISCAL YEARS

FISCAL YEAR	TAXES <sup>(b)</sup>	LICENSES & PERMITS	INTER- GOVERNMENTAL REVENUES <sup>(c)</sup>	CHARGES FOR SERVICES <sup>(c)</sup>	FINES & FORFEITS	INTEREST EARNINGS <sup>(d)</sup>	MISCELLANEOUS REVENUES	TOTAL
1995	\$ 386,576,446	\$ 14,475,022	\$ 250,311,759	\$ 115,234,229	\$ 7,594,650	\$ 17,780,586	\$ 5,928,550	\$ 797,901,242
1996	403,926,887	14,467,859	279,683,924	128,577,254	7,281,335	19,391,688	8,933,451	862,262,398
1997	441,990,472	14,565,618	287,270,027	152,471,529	6,893,605	22,258,978	8,827,386	934,277,615
1998	440,291,859	15,851,073	302,701,579	156,693,517	6,890,788	19,544,441	8,648,636	950,621,893
1999	482,411,013	18,979,505	320,053,602	182,041,975	6,942,370	16,007,172	11,783,949	1,038,219,586
2000	507,551,880	13,506,373	324,451,917	194,508,573	8,042,684	27,415,536	12,636,262	1,088,113,225
2001	521,453,580	19,271,788	358,201,131	216,070,062	7,086,066	26,230,497	12,664,482	1,160,977,606
2002	540,130,685	17,321,654	369,378,163	203,155,747	8,015,179	18,597,540	12,492,130	1,169,091,098
2003	551,003,015	20,900,379	371,167,859	238,700,036	8,143,625	13,619,596	11,141,384	1,214,675,894
2004	602,353,464	25,919,803	390,007,112	209,156,542	7,349,084	13,248,903	19,169,754	1,267,204,662

(a) General revenues include revenues of the General, Special Revenue, and Debt Service Funds only. Transfers in are excluded.

(b) Taxes for the years 1997 through 1999 have been restated for tax revenue related to the Washington State Major League Baseball Stadium Public Facilities District debt service which had been accounted for in a CIP Fund. In 2000 the accounting was reclassified to a Debt Service Fund.

(c) Revenues reported as intergovernmental revenues in the period 1995 through 2003 were reclassified to Charges for Services in 2004. The revenues in this table for 1995 through 2003 have been restated to reflect this reclassification.

(d) Interest Earnings revenues reported for the years 1997 through 2004 include the impact of the implementation of Statement No. 31 of the Governmental Accounting Standards Board, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Interest Earnings for the years 1995 and 1996 have not been restated.

KING COUNTY, WASHINGTON  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR	TOTAL ADJUSTED TAX LEVY <sup>(a)</sup>	CURRENT TAX COLLECTIONS	PERCENT OF CURRENT TAXES COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	RATIO OF TOTAL TAX COLLECTIONS TO TOTAL TAX LEVY	OUTSTANDING DELINQUENT TAXES	RATIO OF DELINQUENT TAXES TO TOTAL TAX LEVY
1995	\$ 333,964,155	\$ 327,506,714	98.07%	\$ 6,219,393	\$ 333,726,107	99.93%	\$ 11,468,248	3.43%
1996	330,108,446	324,049,065	98.16%	6,345,223	330,394,288	100.09%	11,182,406	3.39%
1997	332,211,185	325,615,246	98.01%	7,073,080	332,688,326	100.14%	10,705,265	3.22%
1998	292,472,937	286,947,266	98.11%	6,469,534	293,416,800	100.32%	9,761,402	3.34%
1999	337,134,855	330,508,850	98.03%	5,802,566	336,311,416	99.76%	10,584,841	3.14%
2000	354,004,135	346,457,047	97.87%	7,092,545	353,549,592	99.87%	11,039,384	3.12%
2001	370,199,301	362,241,840	97.85%	6,943,009	369,184,849	99.73%	12,053,836	3.26%
2002	391,787,723	383,250,212	97.82%	7,811,551	391,061,763	99.81%	12,779,796	3.26%
2003	396,376,816	387,651,278	97.80%	8,603,308	396,254,586	99.97%	12,902,026	3.25%
2004	436,002,701	428,350,770	98.24%	8,674,239	437,025,009	100.23%	11,879,718	2.72%

(a) Includes changes in original levy due to omits, cancellations and supplements during the fiscal year.

KING COUNTY, WASHINGTON  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY		TOTAL		RATIO OF TOTAL ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE <sup>(a)</sup>
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
1995	\$ 112,495,784,709	\$ 127,691,015,560	\$ 10,387,292,347	\$ 10,387,292,347	\$ 122,883,077,056	\$ 138,078,307,907	89.0%
1996	115,863,411,324	127,043,214,171	11,069,906,343	11,069,906,343	126,933,317,667	138,113,120,514	91.9%
1997	124,077,055,737	137,253,380,240	11,313,136,495	11,313,136,495	135,390,192,232	148,566,516,735	91.1%
1998	138,503,210,847	154,063,638,317	11,919,240,416	11,919,240,416	150,422,451,263	165,982,878,733	90.6%
1999	153,567,931,344	173,916,117,037	12,753,276,194	12,753,276,194	166,321,207,538	186,669,393,231	89.1%
2000	174,746,122,629	195,465,461,554	13,673,981,168	13,673,981,168	188,420,103,797	209,139,442,722	90.1%
2001	195,963,645,652	216,295,414,627	15,032,955,251	15,032,955,251	210,996,600,903	231,328,369,878	91.2%
2002	209,975,414,561	232,017,032,664	15,019,183,649	15,019,183,649	224,994,598,210	247,036,216,313	91.1%
2003	221,974,001,023	235,891,605,763	13,860,253,400	13,860,253,400	235,834,254,423	249,751,859,163	94.4%
2004	234,660,183,661	246,233,141,302	14,251,598,678	14,251,598,678	248,911,782,339	260,484,739,980	95.6%

(a) Ratios for real property and personal property were provided by State of Washington Department of Revenue.

DIRECT AND OVERLAPPING GOVERNMENTS<sup>(a)</sup> (b)  
 PROPERTY TAX RATES<sup>(c)</sup>  
 LAST TEN FISCAL YEARS

FISCAL YEAR	CITY <sup>(d)</sup>	SCHOOL DISTRICT <sup>(e)</sup>	COUNTY	STATE	OTHER <sup>(f)</sup>	TOTAL <sup>(g)</sup>
1995	\$ 2.78	\$ 3.38	\$ 2.25	\$ 3.42	\$ 1.05	\$ 12.88
1996	2.94	3.90	2.21	3.50	1.07	13.62
1997	2.94	3.93	2.13	3.52	1.11	13.63
1998	2.90	3.74	1.85	3.51	0.88	12.88
1999	2.77	3.89	1.77	3.36	1.15	12.94
2000	2.77	3.69	1.69	3.30	1.12	12.57
2001	2.69	3.38	1.55	3.15	1.02	11.79
2002	2.49	3.13	1.45	2.99	1.03	11.09
2003	2.40	3.13	1.35	2.90	1.12	10.90
2004	2.47	3.08	1.43	2.76	1.11	10.85

(a) Limitations on levies: Article 7, § 2 (as amended) of the Washington State Constitution and the Revised Code of Washington (RCW) 84.52.050 limit the total "regular" property tax levy to a maximum of \$10 per \$1,000 of true and fair value of real and personal property valuation. This "1 percent of value" limitation does not include tax levies of port and public utility districts. This limit is subject to further reduction since RCW 84.52.043(2) limits the overlapping levy rate excluding the State (school), port districts, and public utility districts to \$5.90 per \$1,000 of assessed value. RCW 84.55.010, as amended by Ch. 1, Laws of 2002 (approved as Initiative 747 by State voters in November 2001) also limits the total dollar amount of regular property taxes levied by an individual taxing district to the amount of such taxes levied in the highest of the three most recent years multiplied by a limit factor, plus an amount applicable to new construction. The limit factor is defined as the lesser of 101 percent or 100 percent plus inflation, but if the inflation rate is less than one percent, the limit factor can be increased to 101 percent, if approved by a majority plus one vote of the governing body of the municipality upon a finding of substantial need. In addition, the limit factor may be increased, regardless of inflation, if such increase is authorized by the governing body of the municipality upon a finding of substantial need and is also approved by the voters at a general or special election within the municipality. These limitations are not applicable to "excess" or "special" levies approved by the electorate of districts.

(b) Real and personal property taxes are payable on or after February 15. Unpaid taxes become delinquent after April 30, unless tax is \$50 or more and one-half is paid before April 30. In this case, the second half is not delinquent until after October 31.

(c) Tax rates are in dollars per thousand dollars of assessed value. Rates include excess and special levies not subject to the limitations discussed in footnote (a) above.

(d) This is an average rate based on total assessed value of cities and towns. Each city has its own rate.

(e) This is an average rate based on the total assessed value of all school districts. Each district has its own rate.

(f) These are average rates based on the total County rates less city, school district, County, and Washington State rates. Each district within this group has its own assessed property value and rate.

(g) This is an average rate based on total tax levies for King County and total assessed property value in King County.

SPECIAL ASSESSMENT COLLECTIONS  
LAST TEN FISCAL YEARS

FISCAL YEAR	ASSESSMENTS RECEIVABLE CLASSIFICATION	ASSESSMENTS RECEIVABLE JANUARY 1	ASSESSMENTS RECEIVABLE ADDITIONS (DEDUCTIONS)	ASSESSMENTS COLLECTED	ASSESSMENTS RECEIVABLE DECEMBER 31
1995	Current	\$ 751,690	\$ 662,116	\$ 693,768	\$ 720,038
	Delinquent	65,224	45,004	30,809	79,419
	Deferred	9,971,708	(612,131)	311,985	9,047,592
1995	Total	<u>\$ 10,788,622</u>	<u>\$ 94,989</u>	<u>\$ 1,036,562</u>	<u>\$ 9,847,049</u>
1996	Current	\$ 720,038	\$ 566,718	\$ 624,193	\$ 662,563
	Delinquent	79,419	83,531	50,868	112,082
	Deferred	9,047,592	(531,559)	711,316	7,804,717
1996	Total	<u>\$ 9,847,049</u>	<u>\$ 118,690</u>	<u>\$ 1,386,377</u>	<u>\$ 8,579,362</u>
1997	Current	\$ 662,563	\$ 624,512	\$ 646,090	\$ 640,985
	Delinquent	112,082	(59,815)	42,583	9,684
	Deferred	7,804,717	(542,092)	217,001	7,045,624
1997	Total	<u>\$ 8,579,362</u>	<u>\$ 22,605</u>	<u>\$ 905,674</u>	<u>\$ 7,696,293</u>
1998	Current	\$ 640,985	\$ 515,483	\$ 574,163	\$ 582,305
	Delinquent	9,684	15,656	8,939	16,401
	Deferred	7,045,624	(62,094)	1,132,400	5,851,130
1998	Total	<u>\$ 7,696,293</u>	<u>\$ 469,045</u>	<u>\$ 1,715,502</u>	<u>\$ 6,449,836</u>
1999	Current	\$ 582,305	\$ 598,708	\$ 604,687	\$ 576,326
	Delinquent	16,401	16,230	23,418	9,213
	Deferred	5,851,130	(527,118)	85,436	5,238,576
1999	Total	<u>\$ 6,449,836</u>	<u>\$ 87,820</u>	<u>\$ 713,541</u>	<u>\$ 5,824,115</u>
2000	Current	\$ 576,326	\$ 543,014	\$ 569,361	\$ 549,979
	Delinquent	9,213	5,156	9,008	5,361
	Deferred	5,238,576	137,724	900,714	4,475,586
2000	Total	<u>\$ 5,824,115</u>	<u>\$ 685,894</u>	<u>\$ 1,479,083</u>	<u>\$ 5,030,926</u>
2001	Current	\$ 549,979	\$ 523,043	\$ 532,696	\$ 540,326
	Delinquent	5,361	18,218	4,618	18,961
	Deferred	4,475,586	(363,732)	184,493	3,927,361
2001	Total	<u>\$ 5,030,926</u>	<u>\$ 177,529</u>	<u>\$ 721,807</u>	<u>\$ 4,486,648</u>
2002	Current	\$ 540,326	\$ 512,103	\$ 510,130	\$ 542,299
	Delinquent	18,961	29,810	18,187	30,584
	Deferred	3,927,361	(385,944)	175,251	3,366,166
2002	Total	<u>\$ 4,486,648</u>	<u>\$ 155,969</u>	<u>\$ 703,568</u>	<u>\$ 3,939,049</u>
2003	Current	\$ 542,299	\$ 406,948	\$ 496,404	\$ 452,843
	Delinquent	30,584	38,765	25,629	43,720
	Deferred	3,366,166	(347,964) <sup>(a)</sup>	68,221 <sup>(a)</sup>	2,949,981
2003	Total	<u>\$ 3,939,049</u>	<u>\$ 97,749</u>	<u>\$ 590,254</u>	<u>\$ 3,446,544</u>
2004	Current	\$ 452,843	\$ 409,347	\$ 429,475	\$ 432,715
	Delinquent	43,720	16,916	35,665	24,971
	Deferred	2,949,981	(373,357)	170,918	2,405,706
2004	Total	<u>\$ 3,446,544</u>	<u>\$ 52,906</u>	<u>\$ 636,058</u>	<u>\$ 2,863,392</u>

(a) Indicates data restated from prior year report.



KING COUNTY, WASHINGTON  
SPECIAL TAXES AND REVENUES COLLECTIONS  
LIMITED TAX GENERAL OBLIGATION BONDS  
SERIES 1997 A-D, 2002 REFUNDING, 2004 SERIES A & B REFUNDING (BASEBALL STADIUM) <sup>(a)</sup>  
LAST NINE FISCAL YEARS

FISCAL YEAR	FOOD AND BEVERAGE TAXES	CAR RENTAL TAXES	COUNTY SALES TAXES	STATE LOTTERY RECEIPTS	STATE LICENSE PLATE RECEIPTS	STADIUM ADMISSION TAXES	TOTAL
1996	\$ 8,843,708	\$ 3,640,099	\$ 3,936,908	\$ 3,000,000	\$ 99,000	\$ N/A	\$ 19,519,715
1997	11,760,427	4,369,488	5,222,599	3,120,000	326,172	N/A	24,798,686
1998	12,671,068	4,656,192	5,661,823	3,244,800	220,453	N/A	26,454,336
1999	13,530,820	4,931,238	6,155,973	3,374,592	210,285	1,774,153	29,977,061
2000	14,642,553	5,228,152	6,782,327	3,509,576	204,096	4,001,499	34,368,203
2001	15,049,724	5,185,242	6,670,963	3,649,960	203,095	5,263,268	36,022,252
2002	15,172,504	4,831,450	6,364,653	3,795,957	187,135	4,552,461	34,904,160
2003	15,583,729	4,793,457	6,423,003	3,947,796	179,000	4,462,494	35,389,479
2004	16,608,280	4,696,560	6,658,204	4,105,707	165,347	4,040,359	36,274,457

(a) The County's outstanding Limited Tax General Obligation Bonds, 1997 Series C and D, 2002 Refunding, 2004 A & B Refunding (Baseball Stadium) are additionally secured by certain Special Taxes and Revenues. This data is presented pursuant to the Securities and Exchange Commission Rule 15c2-12.

N/A: Not Available

KING COUNTY, WASHINGTON  
RATIO OF NET GENERAL BONDED DEBT  
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS

FISCAL YEAR	POPULATION <sup>(a)</sup>	ASSESSED VALUE	GROSS BONDED DEBT <sup>(b) (d)</sup>	NET DEBT SERVICE FUNDS <sup>(c)</sup>	NET BONDED DEBT	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
1995	1,613,600	\$ 122,883,077,056	\$ 601,931,465	\$ 12,944,574	\$ 588,986,891	.0048	\$365
1996	1,628,800	126,933,317,667	557,995,931 <sup>(d)</sup>	15,388,841	542,607,090	.0043	333
1997	1,645,200	135,390,192,232	585,540,588	17,385,383	568,155,205	.0042	345
1998	1,665,800	150,422,451,263	546,183,694	16,641,071	529,542,623	.0035	318
1999	1,677,000	166,321,207,538	556,165,858	17,388,675	538,777,183	.0032	321
2000	1,737,034	188,420,103,797	499,177,559	14,100,445	485,077,114	.0026	279
2001	1,758,300	210,996,600,903	514,052,670	15,939,713	498,112,957	.0024	283
2002	1,774,300	224,994,598,210	508,474,665	19,988,909	488,485,756	.0022	275
2003	1,779,300	235,834,254,423	483,993,179	16,011,165	467,982,014	.0020	263
2004	1,788,300	248,911,782,339	670,221,619	27,361,095	642,860,524	.0026	359

(a) Source: State of Washington Office of Financial Management.

(b) Excludes general obligation bonds payable from hotel/motel tax, special public facilities district taxes, proprietary type funds resources, component units' resources, and special assessment bonds payable from road improvement district resources.

(c) Excludes Debt Service Funds resources related to bonds excluded at footnote (b) above.

(d) Amount restated to exclude from gross bonded debt, general long-term debt which has been restructured to be paid from hotel/motel tax.

COMPUTATION OF LEGAL DEBT MARGIN  
DECEMBER 31, 2004

2004 ASSESSED VALUE	\$ 248,911,782,339
Debt limit of limited tax (LT) general obligations for metropolitan functions	
3/4% of assessed value	\$ 1,866,838,368
Less: Net LT general obligation indebtedness for metropolitan functions	(555,293,819)
LT GENERAL OBLIGATION DEBT MARGIN FOR METROPOLITAN FUNCTIONS	<u>\$ 1,311,544,549</u>
Debt limit of LT general obligations for general county purposes and metropolitan functions - 1½% of assessed value	\$ 3,733,676,735
Less: Net LT general obligation indebtedness for general county purposes	(946,292,170)
Net LT general obligation indebtedness for metropolitan functions	(555,293,819)
Net total LT general obligation indebtedness for general county purposes and metropolitan functions	<u>(1,501,585,989)</u>
LT GENERAL OBLIGATION DEBT MARGIN FOR GENERAL COUNTY PURPOSES AND METROPOLITAN FUNCTIONS	<u>\$ 2,232,090,746</u>
Debt limit of total general obligations for metropolitan functions	
2½% of assessed value	\$ 6,222,794,558
Less: Net total general obligation indebtedness for metropolitan functions	(555,293,819)
TOTAL GENERAL OBLIGATION DEBT MARGIN FOR METROPOLITAN FUNCTIONS	<u>\$ 5,667,500,739</u>
Debt limit of total general obligations for general county purposes	
2½% of assessed value	\$ 6,222,794,558
Less: Net unlimited tax general obligation indebtedness for general county purposes	(345,099,274)
Net LT general obligation indebtedness for general county purposes	(946,292,170)
Net total general obligation indebtedness for general county purposes	<u>(1,291,391,444)</u>
TOTAL GENERAL OBLIGATION DEBT MARGIN FOR GENERAL COUNTY PURPOSES	<u>\$ 4,931,403,114</u>

Debt Limitation: Under Washington state law (Revised Code of Washington (RCW) 39.36.020), a county may incur general obligation debt for general county purposes in an amount not to exceed 2½ percent of the assessed value of all taxable property within the county. State law requires all property to be assessed at 100 percent of its true and fair value. Unlimited tax general obligation debt requires an approving vote of the people, and any election to validate such general obligation debt must have a voter turnout of at least 40 percent of those who voted in the last State general election and, of those voting, 60 percent must be in the affirmative. The County Council may by resolution authorize the issuance of limited tax general obligation debt in an amount up to 1½ percent of assessed value of property within the County for general county purposes and 3/4 percent for metropolitan functions, but the total of limited tax general obligation debt for general county purposes and metropolitan functions should not exceed 1½ percent of the assessed value. No combination of limited and unlimited tax debt, for general county purposes, and no combination of limited and unlimited tax debt, for metropolitan functions, may exceed 2½ percent of the valuation. The debt service on unlimited tax debt is secured by excess property tax levies, whereas the debt service on limited tax debt is secured by property taxes collected within the \$1.80 per \$1,000 of assessed value operating levy.

KING COUNTY, WASHINGTON

COMPUTATION OF DIRECT AND OVERLAPPING DEBT <sup>(a)</sup>  
DECEMBER 31, 2004

NAME OF GOVERNMENTAL UNIT		OUTSTANDING	PERCENTAGES <sup>(b)</sup>	KING COUNTY SHARE OF DEBT
			APPLICABLE TO THIS GOVERNMENTAL UNIT	
King County – net direct debt				
prorate applicable to:				
King County – unincorporated	\$ 143,316,879	\$		\$
City of Seattle	328,117,260			
City of Auburn	16,458,425			
City of Bellevue	82,855,249			
City of Federal Way	24,168,359			
City of Kent	32,822,275			
City of Kirkland	29,349,782			
City of Mercer Island	23,971,617			
City of Redmond	34,642,494			
City of Renton	24,894,592			
City of SeaTac	12,751,806			
City of Shoreline	20,737,487			
Other cities and towns	151,083,740			
Total King County – net direct debt		925,169,965 <sup>(c)</sup>	100.000%	925,169,965
Port of Seattle		397,285,000	100.000%	397,285,000
School Districts:				
Auburn	\$ 116,817,619			
Federal Way	123,577,934			
Fife	44,282,055			
Highline	205,784,980			
Issaquah	197,961,443			
Kent	237,108,547			
Lake Washington	187,371,451			
Northshore	249,702,974			
Renton	229,191,130			
Shoreline	87,729,882			
South Central	47,275,878			
Other school districts	374,895,968			
Total school districts		2,101,699,861	94.287%	1,981,627,778
Cities and towns				
City of Seattle	\$ 893,004,081			
City of Bellevue	153,531,800			
City of Federal Way	26,887,543			
City of Issaquah	31,232,734			
City of Kent	80,543,275			
City of Kirkland	24,426,074			
City of Mercer Island	7,018,342			
City of Redmond	8,001,070			
City of Renton	30,518,152			
Other cities and towns	105,926,233			
Total cities and towns		1,361,089,304	99.590%	1,355,506,084
Water and sewer districts		75,000	100.000%	75,000
Fire districts		39,091,267	100.000%	39,091,267
Hospital districts		248,350,003	100.000%	248,350,003
Parks and recreation service area district		4,591,850	68.697%	3,154,467
Rural library district		43,501,950	98.833%	42,994,259
Total King County net overlapping debt		4,195,684,235		4,068,083,858
TOTAL DIRECT AND OVERLAPPING DEBT		<u>\$ 5,120,854,200</u>		<u>\$ 4,993,253,823</u>

(a) Within King County, other municipal governments incur general obligation debt. Debts incurred by other governmental units, although overlapping, have no claim on any County revenues.

(b) Determined by ratio of assessed valuation of property in overlapping unit subject to taxation in reporting unit to total valuation of property subject to taxation in overlapping unit.

(c) \$ 1,259,231,308 General long-term debt – General Obligation Bonds, capital leases, and compensated absences  
46,370,000 General short-term debt – General Obligation Bond Anticipation Notes  
(226,940,000) Public Facilities District special taxes and revenue financed - Limited G.O. Bonds  
(113,427,029) Hotel/motel tax financed – Stadium Unlimited G.O. Bonds \$13,565,000, Stadium Limited and  
G.O. Bonds \$99,862,029  
(14,731,887) General Obligation Debt financed by Component Unit  
(25,332,427) Funds available in G.O. Debt Service Funds excluding balance of hotel/motel and Special taxes \$20,376,143

\$ 925,169,965 NET DIRECT DEBT

KING COUNTY, WASHINGTON  
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR  
GENERAL BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
LAST TEN FISCAL YEARS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL <sup>(a)</sup> DEBT SERVICE	TOTAL GENERAL <sup>(c)</sup> GOVERNMENTAL EXPENDITURES	RATIO OF DEBT SERVICE TO EXPENDITURES
1995	\$ 35,175,608	\$ 32,407,320	\$ 67,582,928	\$ 744,341,810	9.08%
1996	39,905,742	30,504,302	70,410,044 <sup>(b)</sup>	865,476,556	8.14%
1997	40,133,041	32,495,229	72,628,270	887,111,099	8.19%
1998	38,957,605	30,693,673	69,651,278	953,067,413	7.31%
1999	46,544,216	30,322,072	76,866,288	1,001,765,673	7.67%
2000	45,313,296	25,611,106	70,924,402	1,030,973,004	6.88%
2001	48,274,889	24,919,305	73,194,194	1,111,414,356	6.59%
2002	43,918,005	24,369,581	68,287,586	1,110,250,057	6.15%
2003	48,036,047	21,065,586	69,101,633	1,162,782,138	5.94%
2004	45,119,674	25,669,997	70,789,671	1,169,046,400	6.06%

(a) Excludes debt service expenditures for general obligation bonds paid from hotel/motel tax, special public facilities district taxes, component units' resources and special assessment bonds paid from road improvement district resources.

(b) Excludes \$65,453,220 of expenditures for refinancing a bond anticipation note.

(c) "General Governmental Expenditures" includes expenditures of the General, Special Revenue, and Debt Service Funds only. Payments to refunded bond escrow agents and transfers out are excluded.

KING COUNTY, WASHINGTON  
REVENUE BOND COVERAGE - WATER QUALITY ENTERPRISE BONDS <sup>(a)</sup>  
LAST TEN FISCAL YEARS

FISCAL YEAR	OPERATING REVENUES	INTEREST EARNED ON INVESTMENTS <sup>(b)</sup>	SUBTOTAL	OPERATING AND MAINTENANCE EXPENSE	NET AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENT	COVERAGE
1995	\$ 154,050,000	\$ 11,866,000	\$ 165,916,000	\$ 55,986,000	\$ 109,930,000	\$ 75,890,000	145%
1996	167,796,905	12,191,348	179,988,253	66,917,137	113,071,116	76,742,000	147%
1997	172,613,423	9,509,135	182,122,558	66,848,601	115,273,957	78,559,416	147%
1998	171,746,219	6,381,239	178,127,458	66,709,723	111,417,735	74,244,927	150%
1999	174,509,806	8,804,582	183,314,388	74,818,704	108,495,684	77,880,769	139%
2000	180,263,080	10,417,465	190,680,545	82,778,908	107,901,637	81,536,386	132%
2001	187,073,879	7,091,481	194,165,360	89,073,443	105,091,917	77,544,882	136%
2002	213,223,188	4,875,491	218,098,679	79,639,598	138,459,081	79,211,650	175%
2003	214,157,704	5,072,035	219,229,739	82,887,203	136,342,536	93,361,370	146%
2004	217,275,215	3,851,526	221,126,741	82,778,104	138,348,637	99,316,090	139%

(a) The Water Quality Enterprise is obligated by bond ordinance to collect net revenue equal to at least 1.15 times the defined debt service requirements payable from revenues of the Enterprise.

(b) By interpretation of applicable rate covenant, interest earned on investments for all years excludes the effects of GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. For 2004 the exclusion increases interest income by \$1,189,102.

WATER QUALITY ENTERPRISE  
ADDITIONAL COVERAGE RATIOS  
DECEMBER 31, 2004

The Water Quality Enterprise is obligated by applicable bond ordinances to set sewage disposal rates at a level adequate to provide net revenue equal to at least 1.15 times the annual debt service requirements for sewer revenue and general obligation bonds payable from revenues of the Enterprise. It is the adopted policy of the Enterprise to achieve a debt service coverage ratio of 1.25.

Coverage (1.15 required by covenant, adopted policy 1.25) 1.39

In 2001 the County adopted a new debt service coverage target of 1.15 times the annual debt service for bonds, obligations, notes, and loans of the Enterprise.

Coverage (1.15 adopted target) 1.30

The Enterprise is required to generate revenues sufficient to pay all costs of operation of the sewage treatment system and debt service on obligations of the Enterprise.

Coverage (1.00 required by covenant) 1.19

In 2001 the Enterprise issued an additional tier of revenue bonds. The bond covenants of the Junior Lien Variable Rate Demand Sewer Revenue Bonds, Series 2001A and Series 2001B, require that sewage disposal rates provide net revenue equal to at least 1.10 times the annual debt service requirements for all junior lien obligations after payment of senior lien requirements.

Coverage (1.10 required by covenant) 24.09

TEN LARGEST CUSTOMERS OF THE WATER QUALITY ENTERPRISE  
DECEMBER 31, 2004

CUSTOMER	PERCENT
City of Seattle	42.54 %
City of Bellevue	8.94
City of Kent	5.34
Alderwood Sewer District	4.33
Northshore Utility District	4.12
City of Redmond	3.88
City of Renton	3.75
City of Auburn	3.74
Soos Creek Sewer District	3.54
Ronald Sewer District	2.61
TOTAL PERCENT OF REVENUE OF TEN LARGEST CUSTOMERS	<u>82.79 %</u>



KING COUNTY, WASHINGTON  
DEMOGRAPHIC STATISTICS  
DECEMBER 31, 2004

YEAR	POPULATION <sup>(a)</sup>			POPULATION 65 YEARS OLD AND OVER <sup>(a) (b)</sup>	NUMBER OF STUDENTS IN PUBLIC SCHOOLS <sup>(c)</sup>	MEDIAN HOUSEHOLD INCOME ESTIMATES <sup>(a)(d)</sup>
	TOTAL	UNINCORPORATED	INCORPORATED			
1995	1,613,600	497,403	1,116,197	177,276	237,717	\$45,511
1996	1,628,800	431,920	1,196,880	179,337	242,907	46,980
1997	1,646,200	432,084	1,214,116	180,073	247,428	48,241
1998	1,665,800	404,905	1,260,895	180,817	249,769	51,487
1999	1,677,000	387,148	1,289,852	181,976	249,591	53,157
2000	1,737,046	349,234	1,387,812	181,772	249,319	56,414
2001	1,758,312	353,040	1,405,272	183,267	250,104	56,775
2002	1,774,312	351,136	1,423,176	183,805	249,690	57,116
2003	1,779,300	351,843	1,427,457	185,174	250,439	60,195
2004	1,788,300	356,795	1,431,505	186,546	251,838	61,465

NON-AGRICULTURAL EMPLOYMENT DISTRIBUTION IN KING COUNTY <sup>(e)</sup>

	2000	2001	2002	2003	2004
Goods Producing					
Construction	5.4%	5.6%	5.3%	5.1%	5.2%
Manufacturing	12.2	11.4	11.0	9.9	9.4
Services Providing					
Trade, Transportation and Utilities	20.4	20.5	20.2	20.2	19.9
Information	5.6	6.3	6.2	6.2	6.2
Financial Activities	6.7	6.6	6.8	7.0	7.0
Professional and Business Services	15.5	15.3	14.2	14.2	14.3
Education and Health Services	9.4	9.3	10.1	10.3	10.6
Leisure and Hospitality	8.5	8.4	8.5	8.7	9.0
Other Services	3.2	3.3	3.4	3.6	3.6
Government	13.1	13.3	14.3	14.8	14.8
TOTAL	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

EMPLOYMENT STATISTICS – ANNUAL AVERAGES <sup>(e)</sup>

	2000	2001	2002	2003	2004
King County					
Employed	992,500	957,400	955,900	949,700	942,600
Unemployed	36,700	51,600	66,400	68,800	50,800
% Unemployed	3.6%	5.1%	6.5%	6.8%	5.1%
Seattle PMSA <sup>(f)</sup>					
Employed	1,343,600	1,303,100	1,301,100	1,295,100	1,261,400
Unemployed	52,000	71,000	94,800	98,400	69,800
% Unemployed	3.7%	5.2%	6.8%	7.1%	5.2%
State of Washington					
Employed	2,896,400	2,830,700	2,882,600	2,902,900	3,032,300
Unemployed	159,400	193,600	226,800	237,000	201,300
% Unemployed	5.2%	6.4%	7.3%	7.6%	6.2%

(a) Source: Washington State Office of Financial Management publication "2004 Population Trends for Washington State."

(b) Estimates developed on the basis of Federal Medicare enrollment.

(c) Source: Puget Sound Educational Service District.

(d) Source: Washington State Office of Financial Management, 2003 data preliminary, 2004 data projected.

(e) Source: Washington State Employment Security Department.

(f) Primary metropolitan statistical area.

KING COUNTY, WASHINGTON  
PROPERTY VALUE, CONSTRUCTION, BANK DEPOSITS, AND TAXABLE RETAIL SALES  
LAST TEN FISCAL YEARS

YEAR	ASSESSED VALUATION		CONSTRUCTION <sup>(a)</sup>						TAXABLE RETAIL SALES <sup>(c)</sup> (in thousands)
	REAL	PERSONAL	HOUSEKEEPING RESIDENTIAL BUILDINGS		ALL OTHER NEW BUILDINGS AND STRUCTURES		BANK DEPOSITS <sup>(b)</sup> (in thousands)		
			NUMBER OF PERMITS	VALUE OF CONSTRUCTION	NUMBER OF PERMITS	VALUE OF CONSTRUCTION			
1995	\$ 112,495,784,709	\$ 10,387,292,347	3,888	\$ 342,016,386	996	\$ 163,365,564	\$ 21,602,083	\$ 25,196,531	
1996	115,863,411,324	11,069,906,343	3,745	403,485,023	756	107,143,353	25,390,527	26,557,687	
1997	124,077,055,737	11,313,136,495	3,771	455,826,857	458	111,960,605	27,581,709	29,336,538	
1998	138,503,210,847	11,919,240,416	1,963	309,039,587	224	50,880,138	27,035,907	31,749,547	
1999	153,567,931,344	12,753,276,194	4,040	364,339,000	256	204,406,000	27,381,328	34,810,738	
2000	174,746,122,629	13,673,981,168	2,924	453,987,000	399	249,353,000	30,345,530	37,771,529	
2001	195,963,645,652	15,032,955,251	2,806	424,624,000	433	68,108,000	32,574,000	36,113,326	
2002	209,975,414,561	15,019,183,649	3,196	540,535,000	383	144,404,000	40,179,000	35,156,210	
2003	221,974,001,023	13,860,253,400	3,559	579,928,578	421	174,874,884	43,839,000	35,370,831	
2004	234,660,183,661	14,251,598,678	3,350	717,270,772	375	114,229,704	N/A	37,253,104	

(a) Exclusive of cities and towns.

(b) Federal Deposit Insurance Corporation.

(c) Washington State Department of Revenue.

N/A: Not available

PRINCIPAL TAXPAYERS  
DECEMBER 31, 2004

TAXPAYER	ASSESSED VALUATION	PERCENT
The Boeing Company	\$ 2,718,433,839	1.15 %
Puget Sound Energy	1,329,225,330	0.56
Microsoft Corporation	1,299,089,272	0.55
Qwest Communications	1,219,044,777	0.52
EOP Northwest Properties	506,346,400	0.22
Bank of America	432,957,052	0.18
Alaska Airlines	384,079,548	0.16
Union Square Limited	367,126,163	0.16
Martin Selig	329,173,980	0.14
McElroy George & Assoc., Inc.	287,509,864	0.12
TOTAL ASSESSED VALUATION OF TEN PRINCIPAL TAXPAYERS	8,872,986,225	3.76
TOTAL ASSESSED VALUATION OF OTHER TAXPAYERS	226,961,268,198	96.24
TOTAL 2003 ASSESSED VALUATION FOR TAXES DUE IN 2004	\$ 235,834,254,423	100.00 %

Source: King County Department of Assessments.

KING COUNTY, WASHINGTON

MISCELLANEOUS STATISTICS  
DECEMBER 31, 2004

Year of Incorporation .....	1865		
Date Present Charter Adopted .....	November 5, 1968		
Elected Positions .....	Executive Branch .....	County Executive County Assessor Sheriff	
	Judicial Branch .....	51 Superior Court and 26 District Court Judges	
		Prosecuting Attorney	
	Legislative Branch .....	13 Council Positions	
County Seat .....	City of Seattle	Land Area .....	2,131 Square Miles
County Classification .....	AA	Population .....	1,788,300
Number of Municipalities .....	39	Population Density .....	839/Square Mile

	2000	2001	2002	2003	2004
Miles of Roads					
Paved .....	1,817	1,794	1,810	1,798	1,804
Unpaved .....	86	56	55	84	55
Building Permits					
Permits Issued .....	3,323	3,239	3,579	3,980	3,725
Value of Buildings .....	\$703,340,000	\$492,732,000	\$684,939,000	\$754,803,462	\$831,500,476
Sheriff's Office					
Number of Employees – Commission .....	684	694	705	730	717
Number of Employees – Civilian .....	360	372	377	365	366
Motor Pool Fleet – Vehicles .....	687	627	636	695	690
Motor Pool Fleet – Boats .....	7	6	6	8	6
Motor Pool Fleet – Helicopters .....	4	3	3	4	5
Dispatched Calls for Service .....	124,844	126,730	122,651	122,547	122,432
Adult Arrests .....	9,903	10,990	10,618	11,836	11,680
Juvenile Arrests .....	2,247	2,289	2,221	2,458	2,086
Adult Detention					
Average Daily Adult Custodial Population .....	2,953	2,906	2,648	2,394	2,456
Average Length of Stay (In Days) .....	18	19	18	17	18
Bookings .....	60,992	56,407	54,008	53,361	49,616
Leisure Facilities					
Number of Parks .....	197	200	203	204	204
Acres of Parks .....	22,306	24,010	25,965	29,094	121,218 <sup>(b)</sup>
Public Transportation					
Size of Fleet – Buses .....	1,251	1,306	1,324	1,332	1,391
Size of Fleet – Active Vanpool Vans .....	681	694	667	663	662
Annual Bus Trips .....	100,814,820	98,867,969	95,319,400	96,186,372	99,424,602
Annual Vanpool Trips <sup>(a)</sup> .....	2,019,776	1,956,350	1,749,238	1,793,748	1,691,608
Wastewater Treatment					
Total Sewer Customers (Residences & Residential Customer Equivalents) .....	696,822	702,360	685,095	685,133	687,909
New Sewer Connections Equivalents .....	12,700	12,400	13,544	12,122	11,136
Monthly Sewer Rate .....	\$19.50	\$19.75	\$23.40	\$23.40	\$23.40
Residential Connection Charge (Monthly for 15 years) .....	\$10.50	\$10.50	\$17.20	\$17.60	\$18.00
Total Sewer Revenues (\$000s) .....	\$162,786	\$167,360	\$192,124	\$191,919	\$192,912
Number of Treatment Plants .....	2	2	2	3	3
Total Treatment Capacity					
Millions of Gallons per Day (MGD) .....	660	660	660	766	766
Average Daily Flow (MGD) .....	192	187	182	183	175
Peak Daily Flow (MGD) .....	406	533	516	559	507
General Elections					
Number of Registered Voters .....	1,069,139	1,076,966	1,031,348	1,035,764	1,082,406
Number of Votes Cast .....	798,942	459,930	548,353	369,779	898,238
Percentage of Registered Voters Voting .....	74.7%	42.7%	53.2%	35.7%	83.0%
Public Schools <sup>(c)</sup>					
Number of Schools					
Special and Alternative .....	82	88	86	86	86
Elementary .....	269	270	270	270	270
Middle .....	41	41	41	41	41
Junior High .....	27	28	28	28	28
High .....	53	56	56	56	56
Number of Students .....	249,319	250,104	249,690	250,439	251,838

(a) Beginning in 2001 annual vanpool trips are based on a survey-based estimate.

(b) The 2004 increase in Acres of Parks includes 90,475 acres due to the new Snoqualmie Forest easement property added to the Park System in December 2004.

(c) Source: Puget Sound Educational Service District.